UNITED STATES DISTRICT COURT DISTRICT OF MASSACHUSETTS

J. KENNETH KEARNEY USA LTD.,)	
Plaintiff,)	CIVIL ACTION
v.)	NO. 04 CV 12643 RCI
DAVID SMITH)	
Defendant.)))	

JOINT STATUS REPORT

Pursuant to the Court's February 28, 2006 Order, plaintiff J. Kenneth Kearney USA LTD and defendant David Smith file this Joint Status Report to inform the Court of the current status of this matter. In January 2006, the parties executed a settlement agreement ("Agreement") that provides for the dismissal of this litigation upon the occurrence of certain events. The parties are currently working to effectuate the conditions of the settlement and the dismissal set forth in the Agreement, and anticipate such conditions occurring within the next thirty (30) days, upon which a stipulation of dismissal would be filed.

Respectfully submitted,

J. KENNETH KEARNEY USA LTD. By its attorneys,

/s/ Kristin M. Cataldo William A. Zucker, BBO # 541240 wzucker@ghlaw.com Kristin M. Cataldo, BBO # 654033 kcataldo@ghlaw.com Gadsby Hannah LLP 225 Franklin Street Boston, MA 02110 (617) 345-7000

March 13, 2006

DAVID SMITH By his attorneys,

/s/ Windy L. Rosebush (w/ permission) Timothy P. Van Dyck tvandyck@EdwardsAngell.com Windy L. Rosebush wrosebush@EdwardsAngell.com Edwards & Angell, LLP 101 Federal Street Boston, MA 02110 (617) 439-4444

Certificate of Service

I hereby certify that on <u>March 13, 2006</u> I served a true and accurate copy of Joint Status Report on all counsel of record electronically.

Dated: March 13, 2006 /s/ Kristin M. Cataldo

Kristin M. Cataldo